

Annual Report 2016



*Foundation for the People
of the Roman Catholic
Diocese of Springfield in Illinois*



St. Mary's School, Edwardsville, celebrates 50th Anniversary

Mission

The purpose of the *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois* is to further the religious, charitable, educational and social ministries of the Church in the Diocese of Springfield in Illinois and to receive and administer funds for the above stated purposes.

*"As each one has received a gift, use it to serve one another
as good stewards of God's varied grace."*

— 1 Peter 4:10

Letter of Introduction

Dear Foundation Members,

This year marks the 24th anniversary of operation as the *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois*.

This report encompasses the activity of the Foundation as of June 30, 2016. Our Foundation closed the fiscal year with a market value of \$41,885,080. This year a record setting \$1,670,852 was available for distribution. We are proud to be able to serve our beneficiaries and pledge to continue being good stewards of the funds in our care.

Please pray for the continued success of our Foundation and, if possible, consider investing in it to ensure for the future needs of our Church here in central Illinois.

With every best wish I remain,

Sincerely Yours in Christ,

+ Thomas John Paprocki

Most Reverend Thomas John Paprocki
Bishop of Springfield in Illinois
President, *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois*





Bob and Alma Mandeville embrace during the Annual Mass for Couples Married 50 Years or More.

Leadership

**Most Reverend
Thomas John Paprocki**
President

**Very Reverend Msgr.
David J. Hoefer, V.G.**
Vice President

Mr. John Maxwell
Treasurer

Mr. Shaun Riedell
Secretary

Ms. Brandi Borries
Member

Advisory Board (As of January 1, 2017)

Mr. John Gibbons
Edwardsville, Illinois

Mr. Michael Durbin
Highland, Illinois

Mrs. Polly Wand
Litchfield, Illinois

Mrs. Marlene Mulford
Springfield, Illinois

Mr. Thomas Pavlik, Jr.
Springfield, Illinois

Mr. Jeff Stauffer
Springfield, Illinois

Father Thomas Meyer
Jacksonville, Illinois

Mr. Michael Bickhaus
Quincy, Illinois

Mr. Chris Niemann
Quincy, Illinois

Deacon John Kay
Effingham, Illinois

Investment Managers

Abby and BlackRock Special Credit
BlackRock Equity Dividend
Capital Group
Clearbridge

Carlyle Realty
Eagle
Invesco
Millburn

Spectrum Preferred
Oppenheimer
WHV

Auditors

Eck, Schafer & Punke LLP
Springfield, Illinois

Profile

The Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois is a **not-for-profit corporation** of the State of Illinois, legally separate from the Diocese of Springfield in Illinois. It was incorporated on October 14, 1992. Its purposes are to further the ministries of and to receive funds for the religious, charitable, educational and social purposes of the diocese within the meaning of section 501 (c) (3) of the Internal Revenue Code.

In practice, the Foundation manages **endowed monies** on behalf of parishes, parish schools, diocesan entities and purposes.

The members of the **Board of Directors** of the Foundation are diocesan officials: the diocesan bishop (president), the vicar general/moderator of the curia (vice-president), the diocesan finance officer (treasurer), the director of the Office for Development (secretary) and the superintendent of Catholic schools (member).

The bylaws of the Foundation require that the president of the board of directors appoint an advisory board to offer advice on any matter handled by the Foundation. Each member of the advisory board serves for a three-year term, which is renewable. It is required to meet annually, though in practice it meets more frequently.



Newly-ordained diocesan priests Father Braden Maher (at left) and Father Paul Bonk (at right) are photographed with Bishop Thomas John Paprocki in the Cathedral of the Immaculate Conception in Springfield

Criteria, Policies and Guidelines

Following are the criteria and guidelines governing participation in the Foundation:

- ☑ Any diocesan entity may establish an endowment in the *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois* with a contribution of \$1,000 or more.
- ☑ Donors may add any amount to an existing endowment within the Foundation at any time throughout the year.
- ☑ The beneficiaries of the Foundation shall be the parishes and parish schools of the Roman Catholic Diocese of Springfield in Illinois and those diocesan entities or purposes specifically designated as the beneficiaries of the Foundation by the diocesan bishop (e.g., the formation of seminarians, the continued formation of priests, the health care of priests, the pensions of priests, etc.).
- ☑ The “representatives” for any execution of forms or for any decisions to be made by beneficiaries shall be the pastors (or their equivalents in canon law) of the parishes and parish schools which are beneficiaries, and the diocesan bishop of the diocesan entities and purposes which are beneficiaries.
- ☑ Each beneficiary shall have a local advisory board whose bylaws are approved by the Board of Directors. This advisory board will advise the representatives of the beneficiary on the disbursement of earnings. Parishes may choose to select an existing group to fulfill this role.
- ☑ Distributions from the Foundation are made annually. Beneficiaries have the option of taking full payment of any earnings, reinvesting those earnings, placing those funds in a deferred account for later disbursement or any combination of the above.
- ☑ The Foundation is audited once a year in accordance with standard accounting practices.



St. John Neumann Catholic School students pose after taking pledge calls at Covenant Catholic Radio/St. Louis Radiothon.

Financial Highlights

Statement of Financial Position

	June 30, 2016	June 30, 2015
Assets		
Investments	\$ 41,885,080	\$ 42,853,577
<u>Total Assets</u>	<u>\$ 41,855,080</u>	<u>\$ 42,853,577</u>
Liabilities and Net Assets		
Funds held for others	\$ 2,858,364	\$ 2,712,971
Net Assets		
Temporarily Restricted	\$ 9,551,972	\$ 10,970,969
Permanently Restricted	\$ 29,474,744	\$ 29,169,637
<u>Total Net Assets</u>	<u>\$ 39,026,716</u>	<u>\$ 40,140,606</u>
<u>Total Liabilities and Net Assets</u>	<u>\$ 41,885,080</u>	<u>\$ 42,853,577</u>

Statement of Activities and Change in Net Assets

Support and Revenue		
Contributions	\$ 305,107	\$ 714,723
Investment income	\$ 176,007	\$ 1,403,137
<u>Total Support and Revenue</u>	<u>\$ 481,114</u>	<u>\$ 2,117,860</u>
Expenses		
Distribution to beneficiaries	\$ 1,595,004	\$ 1,457,797
<u>Total Operating Expense</u>	<u>\$ 1,595,004</u>	<u>\$ 1,457,797</u>
Change to net assets	\$ (1,113,890)	\$ 606,063
Net assets at year's beginning	\$ 40,140,606	\$ 39,480,543
Net assets at year's end	<u>\$ 39,026,716</u>	<u>\$ 40,140,606</u>



Catholic Cemeteries and the Foundation

The Catholic Church has always taught respect for our human lives and this respect carries over into death. It is very important that Catholic cemeteries be maintained in perpetuity. Periodically you will find stories of public cemeteries that are in disrepair either through lack of funding or planning. We as Catholics cannot allow this to happen.

Within Catholic cemeteries there are safeguards – mandated by Church law – which guarantee permanence, reverence and respect for the remains of the deceased. Most Catholic cemeteries will have a parish or number of parishes that take on or share the responsibility of ongoing maintenance.

What if the parish responsible for a cemetery were to close? Church law covers this eventuality. In this case, the parish taking over the closed parish's territory would assume responsibility for maintenance. This does not mean however, that the funding needed for this added responsibility will automatically be there.

The Foundation can assist our parishes in shouldering the responsibility for our cemeteries. There are several funds in the Foundation specific to cemeteries. Whether the cemeteries are big or small, they have one thing in common – they all need to be maintained and cared for. Ideally, funds for perpetual care should be included in the cost of purchasing a cemetery plot. For example, St. Joseph Cemetery in Highland includes \$250 care fee per plot sold. This money is then invested in the Foundation for ongoing maintenance.

The Foundation's impact is perhaps best seen in one of our smaller cemeteries whose sponsor parish has long since closed. In many cases, these smaller operations have few, if any new burials in any given year, much less new plot sales. Many rely on volunteers to keep things running. These volunteers are a blessing, but a steady source of income is still needed.

Ask if your parish has a cemetery endowment, if not, consider starting one today. Your parishioners will be thanking you for generations to come.

Foundation Beneficiaries and Diocesan Endowments

St. Mary Parish, Alton
Ss. Peter & Paul School, Alton
St. John the Baptist Parish, Arcola
St. Augustine Parish, Ashland
St. Mary Cemetery, Assumption
Holy Redeemer Chapel, Barry
St. Charles Borromeo Parish, Charleston
Ss. Peter & Paul School, Collinsville
Holy Family Parish, Decatur
Holy Family School, Decatur
Our Lady of Lourdes Parish, Decatur
Our Lady of Lourdes School, Decatur
Our Lady of Lourdes Parish-St. Teresa H.S.
St. Patrick Parish, Decatur
St. Mary School, Edwardsville
Sacred Heart Parish, Effingham
Sacred Heart School, Effingham
St. Martin Cemetery, Farmersville
St. Cecilia Parish, Glen Carbon
St. Ambrose School, Godfrey
Holy Family School, Granite City
St. Elizabeth School, Granite City*
St. Paul Parish, Highland
St. Joseph Cemetery, Highland
Resurrection Parish, Illiopolis
Routt High School, Jacksonville
Our Saviour Parish, Jacksonville
Our Saviour School, Jacksonville
Holy Family Parish, Litchfield

Sacred Heart Cemetery, Livingston
St. Ubaldus Cemetery, Livingston
St. Maurice School, Morrisonville
St. Francis DeSales Parish, Moweaqua
St. Bartholomew Cemetery, Murrayville
St. Louis School, Nokomis
St. Mary School, Paris
St. Mary Cemetery, Paris
St. Nicholas Parish, Pocahontas
Blessed Sacrament Parish, Quincy
St. Anthony of Padua Parish, Quincy
St. Dominic School, Quincy
St. Dominic Parish, Quincy
St. Peter Parish, Quincy
St. Mary Parish, Ste. Marie
St. John Vianney, Sherman
Cathedral School, Springfield*
Cathedral Parish, Springfield
Blessed Sacrament School, Springfield*
Christ the King School, Springfield
Little Flower School, Springfield
St. Agnes School, Springfield
St. Aloysius Parish, Springfield
St. Frances Cabrini Parish, Springfield
St. Joseph Parish, Springfield
St. Michael Parish, Staunton*
St. Jerome (SJN School) Troy
Forty Martyrs Parish, Tuscola

** Indicates Multiple Endowments*



Bishop Thomas John Paprocki's annual visits to Catholic schools throughout the diocese.

Diocesan Endowments

Marquette Catholic High School, Alton
St. John Neumann School, Maryville*
St. Joseph Home, Springfield
St. Patrick School, Springfield
Seminarian Fund
Westoff Priestly Vocation Endowment
Educators Endowment
Catechist Formation Endowment
Ordained Ministers Endowment
Catholic Charities Endowment

Bishop's Stewardship Endowment
Tuition Assistance Endowment
Arthur Robinson Fund
Lex Cordis
Fr. McGivney High School
Yunker Scholarship
Priests' Retirement and
Healthcare Consolidated Fund
EIU Newman Center Lauren Bovis Fund

** Indicates Multiple Endowments*



The children's choir from Beardstown performed at the Cathedral for the Immaculate Conception



Sister Mary George Brown, FSGM, spends some quiet time with two Called and Sent participants while taking in the lovely scenery of a particularly beautiful Lake Springfield sunset.

Ways to Give

Giving During Your Lifetime

Outright gifts of cash and/or securities are welcomed by the Foundation. Donors who make gifts during their lifetime also enjoy the benefit of witnessing the immediate results of their generosity.

Giving In The Future

Many gifts to the Foundation can be made through legacy arrangements:

Bequests may be cash or property. Provisions for gifts to the Foundation from an estate may be for a specified amount or a percentage of the remainder after all other bequests and obligations have been satisfied.

Life insurance gifts can be made naming the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois as beneficiary.

Retirement plans are valuable gifts to consider. By naming the Foundation as beneficiary of these assets, one can avoid taxation and possibly pass on larger estates to loved ones.

The Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois does not provide legal advice for estate planning purposes. It is recommended that an estate planning professional be contacted for assistance before entering into any charitable giving plan.

How To Establish A Fund With The Foundation

Parishes, schools, individuals, families or organizations can create an endowment. Specific details can be found on page 5 of this report. Gifts may also be made to existing endowments that support the causes most meaningful to donors. The funds are invested and generate ongoing revenue for the parishes, schools, programs and organizations of the Diocese of Springfield in Illinois. Donors may name endowments in memory of or in honor of their family, friends or loved ones. Anonymity is also an available.